

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

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**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF CONSIDERING:**

**APPLICATION OF MARBOB ENERGY
CORPORATION FOR COMPULSORY POOLING
LEA COUNTY, NEW MEXICO.**

CASE NO. 14422

PRE- HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Ross Duncan
Marbob Energy Corporation
Post Office Box 227
Artesia, New Mexico 88211-0227
(505) 748-3303

ATTORNEY

Ocean Munds-Dry
Holland & Hart LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Bone Spring formation in the following described project area located in the E/2 E/2 of Section 17, Township 19 South, Range 32 East, N.M.P.M., Lea County, New Mexico to form a 160-acre project area in the Bone Spring formation. Said unit is to be dedicated to its Stealth Fed Com No. 1H drilled from a surface location 330 feet from the South line and 600 feet from the East line and a bottomhole location 330 feet from the North line and 380 feet from the East line of said Section 17. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as

well as actual operating costs and charges for supervision, designation of Marbob Energy Corporation. as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 14.2 miles south of Maljamar, New Mexico.

PROPOSED EVIDENCE

<u>WITNESSES</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Ross Duncan, Landman	15	10

PROCEDURAL MATTERS

Marbob Energy Corporation has none at this time.

Respectfully submitted,

HOLLAND & HART LLP

By: Ocean Munds-Dry
Ocean Munds-Dry
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421
(505) 983-6043 Facsimile

**ATTORNEYS FOR
MARBOB ENERGY CORPORATION**